

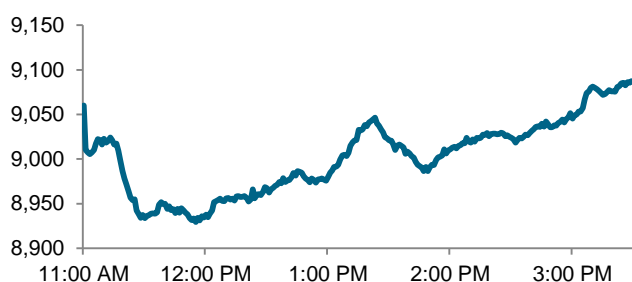
DAILY MARKETS OVERVIEW

1 JULY 2015

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	9,087	0.3	-3.0	9.0	19.1
Petrochemicals	6,265	0.3	-4.9	7.0	18.7
Bank & Financials	19,879	0.0	-3.2	8.5	13.6
Cement	6,783	0.1	-1.2	-1.0	14.2
Telecom & IT	1,762	0.2	-0.1	-9.3	12.3
Building & Const.	3,516	0.5	-2.9	6.5	17.0
Real Estate	7,616	0.0	-1.6	28.7	32.5
Industrial Investment	8,341	1.5	-4.6	26.5	23.2
Energy & Utilities	6,332	0.9	-2.5	12.1	25.2
Insurance	1,547	1.2	-2.1	21.2	27.1
Agri. & Food	11,531	0.6	-3.6	-1.2	23.5
Retail	17,390	0.7	-1.0	12.1	26.2
Transport	10,268	1.6	-0.7	41.8	22.7
Hotel & Tourism	22,850	-0.5	-4.2	15.6	19.5
Multi-Investment	4,397	0.3	-4.5	19.5	36.3
Media & Publishing	2,284	-3.7	-6.5	3.8	52.6

Sources: Bloomberg and Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Ground Services Co	73.0	9.8%	1,687.0
The Mediterranean & Gulf Insurance & Reinsurance Co	41.0	5.8%	72.1
Alinma Tokio Marine Co	49.6	5.0%	14.8
Takween Advanced Industries Co	73.8	4.4%	31.3
United Electronics Co	84.0	4.1%	91.4

Source: Tadawul

Upcoming General Meetings

Company	Proposed Date
Tihama Advertising & Public Relations Co	9-Jul-15
Takween Advanced Industries	4-Aug-15

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of July 1, 2015
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI advanced 0.3% and closed at 9,087 on Tuesday. Value traded totaled SAR 7.7bn and has averaged SAR 6.0bn in the last 30 days. The five most active stocks (by value) accounted for 47.7% of the total daily value traded.
- Most of the sector indices closed in the green. Petrochemicals gained 0.3% while Banks ended almost flat. Telecom rose 0.2%. Transport (+1.6%) was the best performing sector while Media & Publishing (down 3.7%) was the worst performing. The shares of Saudi Ground Services Co. (4031, recent IPO) closed 9.8% higher at SAR 73.0/share. The Mediterranean & Gulf Insurance & Reinsurance Co. (8030/MEDGULF AB) and Alinma Tokio Marine Co. (8312/ALINMATO AB) were the other notable gainers.
- According to the Saudi Arabian Monetary Agency (SAMA), the Total Assets of the Kingdom's commercial banks reached SAR 2.2trn (USD 587bn, +1.5% MoM, +8.3% YoY) at the end of May 2015. Bank credit grew 9.5% YoY (+1.3% MoM) to SAR 1.31trn (USD 349bn), while the total Deposits base grew 10.1% YoY (+1.2% MoM) to SAR 1.65trn (USD 439bn). The System Loans/Deposits ratio increased to 79.6% in May vis-à-vis 79.5% in April 2015. (Source: SAMA)
- Net foreign assets at the SAMA has declined by c.SAR 24.75bn (USD 6.6bn, down c.1.0% MoM) to SAR 2.52trn (USD 672.2bn) in May 2015 and indicated that Saudi Arabia has continued to draw down reserves to cover the budget gap resulting from low oil prices. (Source: Arabian Business)
- Etihad Etisalat Co. ('Mobily', 7020/EEC AB) has stated that the company remains engaged in discussions (during 2Q 2015) with lenders to obtain a reset of certain financial covenants. Mobily clarified that the discussions are "still ongoing" and any updates regarding these will be announced on time. (Source: Tadawul)
- The Board of Directors (BoD) of Saudi Ceramic Co. (2040/SCERCO AB) has appointed Vice President for Finance and Administration, Mr. Ali Saleh Al-Naim, as the acting CEO starting from today, until the appointment of a new CEO. (Source: Tadawul)
- International construction group Hochtief has won a c.SAR 5.5bn (USD 1.46bn) contract to upgrade two terminals at the Riyadh's international airport. (Source: Trade Arabia)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Tihama Advertising and Public Relations Co	98.5	-8.6%	222.2
Banque Saudi Fransi	32.1	-2.9%	74.0
Herfy Food Services Co	116.5	-2.0%	6.6
AXA Cooperative Insurance Co	24.2	-2.0%	16.5
MetLife AIG ANB Cooperative Insurance Co	55.0	-1.8%	5.1

Source: Tadawul

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Ground Services Co	73.0	9.8%	1,687.0
Saudi Basic Industries Corp	95.3	-0.9%	859.7
Alinma Bank	22.6	1.4%	512.8
Saudi Arabian Mining Co	39.7	1.6%	380.3
Tihama Advertising and Public Relations Co	98.5	-8.6%	222.2

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	4,087	1.1	-1.4	8.3	13.1
Abu Dhabi (ADX)	4,723	0.9	-0.8	4.3	11.9
Kuwait (KSE)	6,203	0.1	-0.1	-5.1	15.9
Qatar (QE)	12,201	1.6	0.6	-0.7	12.9
Oman (MSM)	6,425	-0.1	-0.3	1.3	9.7
Bahrain (BSE)	1,368	0.0	0.0	-4.1	8.8
DJMENA Index	609	0.5	-1.5	1.5	NA

Source: Bloomberg

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,063	0.3	-1.8	0.2	18.2
US (NASDAQ)	4,987	0.6	-1.8	5.3	19.9
UK (FTSE 100)	6,521	-1.5	-3.4	-0.7	20.5
Germany (DAX)	10,945	-1.3	-4.8	11.6	17.7
France (CAC 40)	4,790	-1.6	-5.3	12.1	24.7
Russia (MICEX)	1,655	1.2	0.6	18.5	9.9
Japan (Nikkei)	20,236	0.6	-2.3	16.0	22.9
Hong Kong (HSI)	26,250	1.1	-1.6	11.2	10.9
South Korea (KOSPI)	2,074	0.7	-0.8	8.3	12.6
China (SHCOMP)	4,277	5.5	2.0	32.2	21.7
India (NIFTY)	8,369	0.6	-0.2	1.0	21.9
Brazil (IBOV)	53,081	0.1	-1.7	6.1	32.6
Turkey (BIST 100)	82,250	0.6	-1.6	-4.0	10.6
Egypt (EGX30)	8,372	-1.7	-0.4	-6.2	13.8
MSCI Emerging Markets	972	1.3	-0.9	1.7	14.0
MSCI World	1,736	-0.1	-2.3	1.5	18.3

Source: Bloomberg

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	63.6	2.5	0.5	1.2	-40.9
Natural Gas (\$/mmbtu)	2.8	1.0	2.2	-6.4	-31.2
Gold (\$/oz)	1,172.4	-0.6	-0.3	-1.0	-11.6
Silver (\$/oz)	15.7	-0.2	-0.4	0.2	-25.2
Platinum (\$/oz)	1,079.6	-0.2	-0.4	-10.6	-28.5
Copper (\$/t)	5,754.8	-0.5	0.2	-9.6	-18.3
Zinc (\$/t)	1,995.8	-1.0	-1.4	-7.9	-8.4
Lead (\$/mt)	1,754.0	0.7	-0.9	-5.3	-17.6
Wheat (\$/bu)	615.8	5.5	8.4	1.8	-6.0
Corn (\$/bu)	422.0	7.7	7.5	1.6	-5.8
Sugar (\$/lb)	12.5	3.3	4.4	-20.4	-35.6

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	0.28	0.00	0.02	0.00
Saudi Arabia	0.78	0.00	-0.08	0.50
UAE	0.75	0.00	0.07	0.47
Kuwait	1.25	0.00	0.19	0.97
Qatar	1.13	0.00	0.07	0.85
Bahrain	0.70	0.00	NA	0.42

Source: Bloomberg

NOTES: (1) Prices updated as of July 1, 2015
(2) WTD: Week to Date and YTD: Year to Date
(3) *Spread over 3-month USD LIBOR

GCC & Global Markets Update

- The US markets closed in the green on Tuesday. The S&P 500 gained 0.3% while the NASDAQ advanced 0.6%. The Dow Jones Industrial Average ended almost flat. In Europe, the UK declined 1.5% while Germany declined 1.3%. France closed 1.6% lower.
- Asian markets opened mixed this morning. Japan gained 0.2% while China declined 0.3%. Hong Kong gained 1.1% while South Korea advanced 1.0% in early trade. India opened 0.4% higher.
- The GCC markets ended mostly in the green on Tuesday. Qatar (+1.6%) was the best performing market followed by Dubai (+1.1%) and Abu Dhabi (+0.9%). Markets in Kuwait, Bahrain and Oman ended almost flat.
- Greece has asked for a "fresh" two-year rescue deal with the European Union just hours before its current bailout program expired. Greece has also asked the International Monetary Fund (IMF) to extend the payment deadline on its EUR 1.6bn (c.USD 1.8bn) loan. Euro Zone Finance Ministers will hold further talks today on the Greek request for the new bailout. (Source: Reuters)
- Iran's Foreign Minister has returned to Vienna for the nuclear deal talks and met the US Secretary of State, John Kerry. If a deal is agreed, this would eventually allow Iran to increase its oil exports. However, if talks fail then this will support oil prices as Iran oil will "remain off" from the already oversupplied market. (Source: Reuters)
- China's official Manufacturing PMI held steady at 50.2 in June (consensus: 50.4, May: 50.2) and signaled a modest expansion in the manufacturing sector. (Source: Econoday)
- Japan's PMI Manufacturing Index fell to 50.1 in June (May: 50.9) and signaled a slowdown in the manufacturing sector. (Source: Econoday)
- OPEC oil supply has increased to 31.60 million bpd in June, a three year high (May: 31.30mn bpd), according to a Reuters Survey. Near-record output from Iraq and Saudi Arabia offset supply concerns in Libya and Nigeria. (Source: Trade Arabia)
- Abu Dhabi may merge its national energy company into another State-owned business in a move to make the company's debts "more manageable" and to turn around its performance. (Source: Arabian Business)
- Oman-based United Finance has stated that its board is considering a non-binding takeover offer from Al Omaniya Financial Services. Al Omaniya has separately stated that it had submitted an indicative bid to buy 100% shares in United Finance. (Source: Arabian Business)
- Emaar Misr (the Egyptian arm of Dubai-based real estate developer Emaar Properties (EMAAR UH) expects to obtain approval to list its shares in the Egyptian Stock Exchange by Thursday and the trading of the shares is set to start on or around Sunday, July 5, 2015. (Source: Arabian Business)
- Oman-based Bank Muscat has signed a 10-year partnership agreement with international insurer in the region - AXA Gulf, to offer bancassurance for various insurance products. Bank Muscat's CEO AbdulRazzak Ali Issa stated that the Oman insurance market on an average grew 15% YoY in the past five years and is forecast to grow 18% YoY in the next five years. (Source: Gulfbase)

Coming Up

- The US PMI Manufacturing Index for June (Consensus: 53.7, May: 54.0) and the Construction Spending for the month of May (consensus: +0.5% MoM, prior: +2.2% MoM) will be released today. (Source: Econoday)

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